

**TRANSMITTAL AND NOTICE OF APPROVAL OF  
STATE PLAN MATERIAL**  
FOR: HEALTH CARE FINANCING ADMINISTRATION

1. TRANSMITTAL NUMBER:

9 9 — 0 2 1

2. STATE:

Iowa

3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL  
SECURITY ACT (MEDICAID)

TO: REGIONAL ADMINISTRATOR  
HEALTH CARE FINANCING ADMINISTRATION  
DEPARTMENT OF HEALTH AND HUMAN SERVICES

4. PROPOSED EFFECTIVE DATE

July 1, 1999

5. TYPE OF PLAN MATERIAL (Check One):

☐ NEW STATE PLAN

☐ AMENDMENT TO BE CONSIDERED AS NEW PLAN

☒ AMENDMENT

COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT (Separate Transmittal for each amendment)

6. FEDERAL STATUTE/REGULATION CITATION:

1902(a)(10)(A) and 1902(r)(2) of the Act

7. FEDERAL BUDGET IMPACT:

a. FFY 1999 \$ 71

b. FFY 2000 \$ 212

8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT:

Attachment 2.6-A, pages 17, 18, 19, 19a, and 19b;  
Supplement 5a to Attachment 2.6-A, page 1  
Supplement 8b to Attachment 2.6-A, page 3  
Supplement 14 to Attachment 2.6-A, pages 2, 3,  
and 4

9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION  
OR ATTACHMENT (If Applicable):

Attachment 2.6-A, pages 17-19 (MS-91-47) and  
page 19a and 19b (MS-92-13)  
Supplement 5a to Attachment 2.6-A, page 1  
(MS-91-47)  
Supplement 14 to Attachment 2.6-A, pages  
2-4 (MS-98-5)

10. SUBJECT OF AMENDMENT:

Less restrictive resource methodology for certain coverage groups.

11. GOVERNOR'S REVIEW (Check One):

☒ GOVERNOR'S OFFICE REPORTED NO COMMENT

☐ OTHER, AS SPECIFIED:

☐ COMMENTS OF GOVERNOR'S OFFICE ENCLOSED

☐ NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL

12. SIGNATURE OF STATE AGENCY OFFICIAL:



13. TYPED NAME:

Jessie K. Rasmussen

14. TITLE:

Director

15. DATE SUBMITTED:

September 29, 1999

16. RETURN TO:

Director  
Department of Human Services  
Hoover State Office Building  
Des Moines, IA 50319-0114

**FOR REGIONAL OFFICE USE ONLY**

17. DATE RECEIVED:

10/01/99

18. DATE APPROVED:

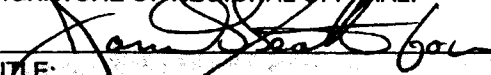
JAN 20 2001

PLAN APPROVED - ONE COPY ATTACHED

19. EFFECTIVE DATE OF APPROVED MATERIAL:

JUL 01 1999

20. SIGNATURE OF REGIONAL OFFICIAL:



21. TYPED NAME:

Thomas W. Lenz

22. TITLE:

ARA for Medicaid and State Operations

23. REMARKS:

cc:  
Rasmussen  
Headlee  
CO

SPA CONTROL

Date Submitted 09/29/99

Date Received 10/01/99

Citation

Condition or Requirement

In determining relative financial responsibility, the agency considers only the resources of spouses living in the same household as available to spouses.

1902(a)(10)(A),  
1902 (a)(10)(C),  
1902 (m)(1)(B),  
and 1902(r) of the  
Act

- c. Blind individuals. For blind individuals the agency uses the following methods for treatment of resources:

\_\_\_\_\_ The methods of the SSI program.

X SSI methods and/or any more liberal methods described in Supplement 8b to ATTACHMENT 2.6-A.

\_\_\_\_\_ Methods that are more restrictive and/or more liberal than those of the SSI program. Supplement 5 to ATTACHMENT 2.6-A describes the more restrictive methods and Supplement 8b to ATTACHMENT 2.6-A specifies the more liberal methods.

In determining relative financial responsibility, the agency considers only the resources of spouses living in the same household as available to spouses and the resources of parents as available to children living with parents until the children become 21.

TN No. MS-99-21

Supersedes

TN No. MS-91-47

Approval Date JAN 29 2001 Effective Date

HCFA ID: 7985E

JUL 01 1999

Substitute per letter dated 10/30/00

Revision: HCFA-PM-91-4 (BPD)

August 1991

State: Iowa

ATTACHMENT 2.6-A

Page 18

OMB NO.: 0938-

Citation

Condition or Requirement

1902(a)(10)(A),  
1902 (a)(10)(C),  
1902 (m)(1)(B),  
and (C), and  
1902(r)(2) of the  
Act

d. Disabled individuals, including individuals covered under section 1902(a)(10)(A)(ii)(X) of the Act. The agency uses the following methods for the treatment of resources:

       The methods of the SSI program.

       SSI methods and/or any more liberal methods described in Supplement 8a to ATTACHMENT 2.6-A.

  X   Methods that are more restrictive (except for individuals described in section 1902(m)(1) of the Act) and/or more liberal than those under the SSI program. More restrictive methods are described in Supplement 5 to ATTACHMENT 2.6-A and more liberal methods are specified in Supplement 8b to ATTACHMENT 2.6-A.

  X   For institutional couples, the methods specified under Section 1611(e)(5) of the Act.

In determining relative financial responsibility, the agency considers only the resources of spouses living in the same household as available to spouses and the resources of parents as available to children living with parents until the children become 21.

1902(1)(3) and  
1902(r)(2) of the  
Act

e. Poverty level pregnant women covered under sections 1902(a)(10)(A)(i)(IV) and 1902(a)(10)(A)(ii)(IX)(A) of the Act.

The agency uses the following methods in the treatment of resources.

       The methods of the SSI program only.

       The methods of the SSI program and/or any more liberal methods described in Supplement 5a or Supplement 8b to ATTACHMENT 2.6-A.

TN No. MS-99-21 substitute page

Supersedes

TN No. MS-91-47

Approval Date

JAN 29 2001

Effective Date

JUL 01 1999

HCFA ID: 7985E

Citation	Condition or Requirement
	<p><u>X</u> Methods that are more liberal than those of SSI. The more liberal methods are specified in <u>Supplement 5a or Supplement 8b to ATTACHMENT 2.6-A</u>.</p> <p>_____ Not applicable. The agency does not consider resources in determining eligibility.</p> <p>In determining relative financial responsibility, the agency considers only the resources of spouses living in the same household as available to spouses and the resources of parents as available to children living with parents until the children become 21.</p>
1902(1)(3) and 1902(r)(2) of the Act	<p>f. <u>Poverty level infants covered under section 1902(a)(10)(A)(i)(IV) of the Act.</u></p> <p>The agency uses the following methods in the treatment of resources.</p> <p>_____ The methods of the State's approved AFDC plan.</p>
1902(1)(3)(C) of the Act	<p>_____ Methods more liberal than those in the State's approved AFDC plan (but not more restrictive), in accordance with section 1902(1)(3)(C) of the Act, as specified in <u>Supplement 5a ATTACHMENT 2.6-A</u>.</p>
1902(r)(2) of the Act	<p><u>X</u> Methods more liberal than those in the State's approved AFDC plan (but not more restrictive), as described in <u>Supplement 5a or Supplement 8b to ATTACHMENT 2.6-A</u>.</p> <p>_____ Not applicable. The agency does not consider resources in determining eligibility.</p>

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: Iowa

ELIGIBILITY CONDITIONS AND REQUIREMENTS

Citation	Condition or Requirement
1902(1)(3) and 1902(r)(2) of the Act	<p>g. 1. <u>Poverty level children covered under sections 1902(a)(10)(A)(i)(IV) of the Act.</u></p> <p>The agency uses the following methods for the treatment of resources:</p> <p>_____ The methods of the State's approved AFDC plan.</p>
1902(1)(3)(C) of the ACT	<p>_____ Methods more liberal than those in the State's approved AFDC plan (but not more restrictive), in accordance with section 1902(1)(3)(C) of the Act, as specified in <u>Supplement 5a ATTACHMENT 2.6-A.</u></p>
1902(r) (2) of the Act	<p><u>X</u> _____ Methods more liberal than those in the State's approved AFDC plan (but not more restrictive), as described in <u>Supplement 8b to ATTACHMENT 2.6-A.</u></p> <p>_____ Not applicable. The agency does not consider resources in determining eligibility.</p> <p>In determining relative financial responsibility, the agency considers only the resources of spouses living in the same household as available to spouses and the resources of parents as available to children living with parents until the children become 21.</p>

TN No. MS-99-21  
Supersedes  
TN No. MS-92-13

Approval Date JAN 30 2001 Effective Date JUL 01 1999

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: Iowa

ELIGIBILITY CONDITIONS AND REQUIREMENTS

Citation	Condition or Requirement
1902(1)(3) and 1902(r)(2) of the Act	<p>g.2. <u>Poverty level children covered under sections 1902(a)(10)(A)(i)(VII) of the Act.</u></p> <p>The agency uses the following methods for the treatment of resources:</p> <p><u>      </u> The methods of the State's approved AFDC plan.</p>
1902(1)(3)(C) of the Act	<p><u>      </u> Methods more liberal than those in the State's approved AFDC plan (but not more restrictive), in accordance with section 1902(1)(3)(C) of the Act, as specified in <u>Supplement 5a ATTACHMENT 2.6-A.</u></p>
1902(r)(2) of the Act	<p><u>  X  </u> Methods more liberal than those in the State's approved AFDC plan (but not more restrictive), in accordance with section 1902(1)(3)(C) of the Act, as specified in <u>Supplement 8b ATTACHMENT 2.6-A.</u></p> <p><u>      </u> Not applicable. The agency does not consider resources in determining eligibility.</p> <p>In determining relative financial responsibility, the agency considers only the resources of spouses living in the same household as available to spouses and the resources of parents as available to children living with parents until the children become 21.</p>

TN No. MS-99-21  
Supersedes  
TN No. MS-92-13

Approval Date JAN 20 2001 Effective Date JUL 01 1999

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Revision: HCFA-PM-91-4 (BPD)  
August 1991

SUPPLEMENT 5a TO ATTACHMENT 2.6-A  
Page 1  
OMB No.: 0938-

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: Iowa

METHODS FOR TREATMENT OF RESOURCES FOR INDIVIDUALS  
WITH INCOMES RELATED TO FEDERAL POVERTY LEVELS

(Do not complete if you are electing more liberal methods under the authority of section 1902(r)(2) of the Act instead of the authority specific to Federal poverty levels. Use Supplement 8b for section 1902(r)(2) methods.)

For poverty-level pregnant women covered under section 1902(a)(10)(A)(i)(IV) of the Act:

- ◆ Resources are considered in accordance with the Iowa Department of Public Health rules governing the Obstetrical and Newborn Indigent Patient Care Program, found at 641 Iowa Administrative Code 75.4(2). The provisions of these rules are as follows:
  - The resource limit for an applicant or recipient is \$10,000 per eligible group.
  - The following are countable resources:
    - Unobligated cash.
    - Savings accounts.
    - Stocks, bonds, certificates of deposit, excluding Internal Revenue Service defined retirement plans.
- ◆ Resources are not deemed from parent to child.
- ◆ No resource standard is applied to pregnant women during the 60-day postpartum period.

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TN No. MS-91-47

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SUPPLEMENT 8b TO ATTACHMENT 2.6-A  
Page 3  
OMB No.: 0938-

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: Iowa

MORE LIBERAL METHODS OF TREATING RESOURCES  
UNDER SECTION 1902(r)(2) OF THE ACT (Cont.)

D. Eligibility of Children

The countable resources of all family members are disregarded when determining Medicaid eligibility of children in the following coverage groups:

- All individuals who are not described in section 1902(a)(10)(A)(i) of the Act, who meet the income requirements of the AFDC State Plan, and who are under the age of 21. 1902(a)(10)(A)(ii)(I), 1905(a)(i)
- Infants under 1 year of age with family incomes up to 185% of the federal poverty level. 1902(a)(10)(A)(i)(IV), 1902(l)(1)(A) and (B)
- Children who have attained 1 year of age but who have not attained 6 years of age with family incomes at or below 133% of the federal poverty level. 1902(a)(10)(A)(i)(VI), 1902(l)(1)(C)
- Children born after July 1 1979 who have attained 6 years of age but have not attained 19 years of age with family incomes at or below 100% of the federal poverty level. 1902(a)(10)(A)(i)(VII), 1902(l)(1)(D)
- Individuals who meet the income requirements of SSI or an optional State supplemental as specified in 42 CFR 435.230, but who do not receive cash assistance and who are under the age of 21. 1902(a)(10)(A)(ii)(I), (IV); 1905(a)
- Individuals who are in institutions for at least 30 consecutive days and who are eligible under a special income level and who are under the age of 21. 1902(a)(10)(A)(ii)(V), 1905(a)(i)
- Individuals under age 18 who, but for income, would be eligible under section 1902(a)(10)(A)(i) of the Act. 1902(a)(10)(C)(ii)(I) (Medically Needy children under age 18)
- Individuals who have attained age 18 but have not attained age 21 who, but for income, would be eligible under section 1902(a)(10)(A)(ii) of the Act. 1902(a)(10)(C); 42 CFR 435.308 (Medically Needy children aged 18, 19, or 20)

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JAN 09 2001

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JUL 01 1999

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STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: Iowa

**ELIGIBILITY UNDER SECTION 1931 OF THE ACT**

- Waiver of Sections 402(a)(8)(A)(iv), 402(a)(8)(B)(ii), 402(a)(31), and 402(a)(39) of the Act and 45 CFR 233.20(a)(3)(xiv), 233.20(a)(3)(xviii), 233.20(a)(11)(i)(C), and 233.20(a)(11)(ii)(B). The \$30-and-1/3 earned income disregard is replaced with a work incentive deduction equal to 50% of the earned income remaining after all other deductions are subtracted. The deduction applies to applicants, recipients, stepparents, and parents who live in the same home as a child who is a minor parent. The 50% disregard is not time-limited.
- Waiver of Section 402(a)(31) of the Act and 45 CFR 233.20(a)(3)(xiv). Stepparents not receiving assistance are allowed to receive a child care disregard for the stepparent's dependents.
- Waiver of Sections 402(a)(8)(A)(ii), 402(a)(8)(A)(iii), 402(a)(8)(A)(iv), 402(a)(31), and 402(a)(39) of the Act and 45 CFR 233.20(a)(3)(xiv), 233.20(a)(3)(xviii), 233.20(a)(11)(i)(B), 233.20(a)(11)(i)(C), 233.20(a)(11)(i)(D), and 233.20(a)(11)(ii)(B). Earnings for the first four months of new (self) employment (work transition period) for applicants, recipients, stepparents, and parents who live in the same home as a child who is a minor parent are disregarded if:
  - The person has had less than \$1,200 in earnings in the 12 months before the new work began; and
  - The new (self) employment is reported timely; and
  - The new employment begins after the date of application.

**Income Methodologies - Other Income Disregards**

- Waiver of Sections 402(a)(7)(A), 402(a)(31), and 402(a)(39) of the Act and 45 CFR 233.20(a)(3)(ii), 233.20(a)(3)(xiv), and 233.20(a)(3)(xviii). Interest and dividend income of any person whose income must be considered when determining eligibility is disregarded.
- Waiver of Sections 402(a)(7)(A), 402(a)(31), and 402(a)(39) of the Act and 45 CFR 233.20(a)(3)(ii), 233.20(a)(3)(xiv), and 233.20(a)(3)(xviii). Income deposited into individual development accounts (IDAs) is disregarded.

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Supersedes  
TN No. MS-98-5

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State:

Iowa

Income and Resource Methodologies

- Waiver of Section 402(a)(7) of the Act and 45 CFR 233.20(a)(3)(ii). Incentive payments and bonuses for applicants and recipients participating in focus groups and longitudinal surveys is disregarded.

Resource Standards

- Waiver of Section 402(a)(7)(B) of the Act and 45 CFR 233.20(a)(3)(i)(B). The asset limit is increased to \$2,000 per assistance unit for applicants and \$5,000 for recipients.
- Waiver of Section 402(a)(7)(B)(i) of the Act and 45 CFR 233.20(a)(3)(i)(B)(2). The vehicle asset limit is increased to \$3,000 effective July 1, 1994, with annual increases based on the consumer price index, for each adult and working teenager in the household.
- Waiver of Section 402(a)(7)(B) of the Act and 45 CFR 233.20(a)(3)(i)(B). The balance in an individual development account is disregarded.

TN No. MS-99-21 substitute

Supersedes

TN No. MS-98-5

Approval Date JAN 24 2001 Effective Date JUL 01 1994